

# DAILY MARKETS OVERVIEW

13 FEBRUARY 2019

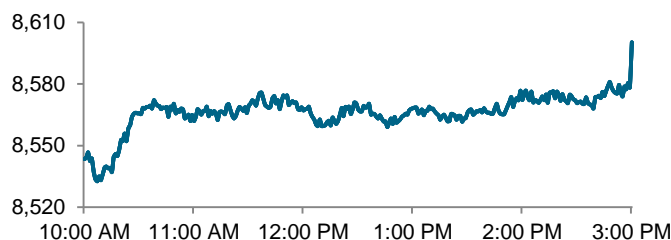
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,600	0.7	-0.1	9.9	18.2
Saudi (NOMU)	3,276	-1.6	-2.1	30.0	8.9
Energy	4,577	0.1	0.5	-5.6	18.7
Materials	5,667	0.1	-0.5	7.9	17.9
Capital Goods	4,096	0.2	-0.2	5.0	22.3
Com. & Prof. Svc	4,323	0.0	-1.0	4.5	18.4
Transportation	3,611	0.7	0.1	3.8	19.7
Cons. Durables & Apparel	3,749	0.1	0.3	2.3	NA
Consumer Services	3,164	1.0	-1.3	7.4	NA
Media	10,343	-0.7	-0.5	1.6	NA
Retailing	6,733	0.0	-0.9	-1.9	32.7
Food & Staples Retailing	5,831	3.1	3.1	-1.9	23.7
Food & Beverages	4,402	0.8	-0.5	13.2	NA
Health Care Equipment	3,748	0.5	0.3	-0.2	20.2
Pharma, Biotech & Life Science	3,714	0.5	-0.4	-4.3	25.9
Banks	8,300	1.1	-0.1	15.1	14.4
Diversified Financials	3,711	-0.2	1.2	6.7	NA
Insurance	4,229	-0.4	-1.3	1.3	NA
Telecommunication	5,860	0.6	0.4	8.4	18.3
Utilities	3,694	0.2	-0.4	9.6	36.9
REITs	3,607	1.1	1.0	-0.5	NA
Real Estate	3,329	0.7	0.6	3.2	24.6

Sources: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Al Gassim Investment Holding Co.	12.00	9.5%	51
Al RAJHI REIT	8.88	5.7%	10
Abdullah Al Othaim Markets Co.	69.00	3.8%	16
Tabuk Agriculture Development Co.	10.88	3.2%	23
Aseer Trading, Tourism & Manufacturing Co.	9.80	3.2%	8

Source: Tadawul

## Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Alawwal Bank	12-Feb	4Q18	309.4	-5.4	0.27	BEAT
The Saudi British Bank	7-Feb	4Q18	1,207.8	71.0	0.81	NA
Dur Hospitality Company	7-Feb	4Q18	10.7	-44.0	0.11	NA
Saudi Electricity Co	6-Feb	4Q18	-3,773.0	NA	-0.91	NA
Hail Cement Co	4-Feb	4Q18	8.5	115.5	0.09	NA

Source: Tadawul

**NOTES:** (1) Prices as of last trade. Updated as of February 13, 2019

(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- TASI closed 0.7% higher at 8,600, while NOMU ended 1.6% lower at 3,276 on Tuesday. TASI traded value totaled SAR 2.6bn and averaged SAR 3.0bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 33% of the daily traded value.
- Banks and Materials gained 1.1% and 0.1%, respectively. Telecom ended 0.6% higher. Food & Staples Retailing Sector (up 3.1%) was the best performer. Among stocks, Al Gassim Investment Holding Co. (6020/GACO AB), Al RAJHI REIT (4340/ALRAJHI AB), and Abdullah Al Othaim Markets Co. (4001/AOTHAIM AB) led the gainers.
- The Organization of Petroleum Exporting Countries (OPEC) revealed that KSA's crude oil production fell by 350,000 barrels per day (bpd) to average 10.21mn bpd in January. (Source: Argam)
- The Minister of Energy revealed that KSA plans to produce around 9.8mn barrels per day (bpd) of oil in March, adding that exports would fall in March to 6.9mn bpd. The March production figure indicates KSA would be cutting output by more than 500,000 bpd below its pledged production level under an OPEC-led deal to curtail production. (Source: Zawya)
- The Saudi Arabian Monetary Authority (SAMA) stated it has begun designing a Sandbox regulatory environment to support and monitor the impact of new technologies on KSA's financial services sector. (Source: Argam)
- The Renewable Energy Project Development Office (REPDO) revealed that KSA has received requests for qualification (RFQ) from about 100 companies to build seven renewable energy projects across the country. Bidders came from 35 countries worldwide, with 57 domestic firms. (Source: Argam)
- Saudi Aramco's trading arm, Aramco Trading Company (ATC), signed a deal with Egypt's SUMED to provide 222,000 cubic metres of gas oil storage capacity in Sidi Kerir for re-export to Europe. The companies also signed a second deal to supply fuel oil storage capacity of 165,000 cubic metres in the Red Sea port of Ain Sokhna. (Source: Argam)
- Saudi Airlines Catering Co. (6004/CATERING AB) signed a contract with Saudi Arabian Airlines (Saudia) to design, build and operate Alfursan International lounge at Jeddah's new King Abdulaziz International Airport. The deal provisional value is estimated at SAR 500mn (USD 133mn). (Source: Argam)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Eastern Province Cement Co.	25.05	-5.8%	21
Allied Cooperative Insurance Group	22.44	-3.4%	4
The Company for Cooperative Insurance	60.00	-2.6%	23
Tihama Advertising & Public Relations Co.	45.80	-2.4%	103
United Cooperative Assurance Co.	11.90	-2.0%	6

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	123.20	0.5%	246
Al Rajhi Bank	102.00	1.8%	239
Saudi Kayan Petrochemical Co.	13.70	-1.6%	159
Dar Alarkan Real Estate Development Co.	10.22	1.0%	118
Emaar The Economic City	10.00	2.7%	113

Source: Tadawul

# DAILY MARKETS OVERVIEW

13 FEBRUARY 2019

السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,485	-0.5	-2.3	-1.8	7.6
Abu Dhabi (ADX)	5,024	-0.4	-1.7	2.2	13.6
Kuwait (KSE)	5,255	0.5	0.7	1.3	18.0
Qatar (QE)	10,302	0.0	-1.9	0.0	NA
Oman (MSM)	4,125	-0.4	-0.7	-4.6	8.4
Bahrain (BSE)	1,389	-0.7	-2.0	3.9	9.4
DJMENA Index	587	0.4	-0.7	5.6	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,745	1.3	1.4	9.5	18.2
US (NASDAQ 100)	7,415	1.5	1.6	11.7	21.0
UK (FTSE 100)	7,133	0.1	0.9	6.0	15.6
Germany (DAX)	11,126	1.0	2.0	5.4	12.4
France (CAC 40)	5,056	0.8	1.9	6.9	15.3
Russia (MICEX)	2,533	0.9	1.2	6.9	5.3
Japan (Nikkei)	20,864	2.6	2.6	4.2	15.2
Hong Kong (HSI)	28,171	0.1	0.8	9.0	10.7
South Korea (KOSPI)	2,190	0.4	0.6	7.3	10.6
China (SHCOMP)	2,672	0.7	2.0	7.1	12.6
India (NIFTY)	10,831	-0.5	-1.0	-0.3	24.1
Brazil (IBOV)	96,168	1.9	0.9	9.4	21.5
Turkey (BIST 100)	1,03,762	-0.6	1.3	13.7	7.3
Egypt (EGX30)	14,928	1.0	1.2	14.5	14.3
MSCI Emerging Markets	1,042	0.6	0.6	7.9	12.5
MSCI World	2,045	1.2	1.2	8.6	16.5

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	62.4	1.5	0.5	16.0	-0.3
Natural Gas (\$/mmbtu)	2.7	1.7	4.1	-8.6	-7.0
Gold (\$/oz)	1,311	0.2	-0.3	2.2	-0.9
Silver (\$/oz)	15.7	0.0	-0.8	1.4	-5.1
Platinum (\$/oz)	791	0.6	-1.2	-0.5	-18.5
Copper (\$/t)	6,092	-0.7	-1.6	2.4	-10.3
Zinc (\$/t)	2,602	-1.6	-3.7	3.3	-23.7
Lead (\$/mt)	2,032	-0.9	-1.6	1.1	-19.1
Wheat (\$/bu)	522	0.7	0.9	3.7	-3.2
Corn (\$/bu)	378	1.5	1.1	0.9	-6.4
Sugar (\$/lb)	12.7	1.4	0.0	5.2	-15.3

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.69	0.00	-0.12	0.00
Saudi Arabia	2.95	0.00	-0.03	0.26
UAE	2.84	0.00	0.00	0.15
Kuwait	2.63	0.00	0.31	-0.06
Qatar	2.89	0.00	-0.01	0.20
Bahrain	3.95	0.00	0.00	1.26

Source: Reuters

NOTES: (1) Prices updated as of February 13, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, \*Spread = US 3M Rate – Country 3M Rate

## GCC & Global Markets Update

- US markets ended in the green on Tuesday. S&P 500 and NASDAQ gained 1.3% and 1.5%, respectively. Dow Jones Industrial closed 1.5% higher. In Europe, UK gained 0.1%, while Germany and France ended 1.0% and 0.8% higher, respectively.
- Asian markets are trading in the green on Wednesday. China is up 0.9%. Japan and South Korea are trading 1.4% and 0.4% higher, respectively. Hong Kong and India are up 0.8% and 0.3%, respectively, in the morning session.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi closed 0.5% and 0.4% lower, respectively. Kuwait gained 0.5%, while Qatar was closed for trading. Oman and Bahrain declined 0.4% and 0.7%, respectively.
- Kuwait raised the February official selling price (OSP) for Kuwait Export Blend Crude (KEC) by 40 US cents to 15 US cents a barrel above the average of Oman and Dubai prices reported by Platts respectively. (Source: Zawya)
- The Sharjah Real Estate Registration Directorate stated the real estate sector in Sharjah has seen a big rise with 54,125 transactions valued at AED 22.5bn (USD 6.1bn) in 2018. (Source: Trade Arabia)
- The UAE's Federal Tax Authority (FTA) advised companies not to report interest income earned from bank deposits and dividends which are outside the scope of value-added tax (VAT). (Source: Zawya)
- Ras Al Khaimah Tourism Development Authority announced it attracted 1.07mn visitors from domestic and key international markets during 2018. The figure exceeded targets in its first three-year strategy launched in 2016, which included the goal of attracting 1.0mn visitors to Ras Al Khaimah by 2018. (Source: Arabian Business)
- Dubai-based Emirates National Oil Company (ENOC) is planning to complete the construction of 17 filling stations in KSA over the next three years, adding that the firm had already built 14 stations in the country at a total cost of AED 170mn (USD 46.3mn). (Source: Argam)
- Dubai's ENOC Group announced plans to expand its aviation operations in Egypt through its acquisition of a share in the jet fuel hydrant system at Terminal 2 of Cairo International Airport. (Source: Arabian Business)
- Oman Oil Marketing Company (OOMCO) plans to expand its operations in KSA and Tanzania. It added the firm also plans to acquire 40% of Omani market share, increase lubricants distribution, and expand its fuel service stations across the Sultanate. (Source: Argam)
- Siemens (SIE GR) secured an extension of a multi-year maintenance service agreement from Shuweihat S2 Operation and Maintenance Company (S2O&M) for its combined-cycle power and water project in Abu Dhabi. (Source: Trade Arabia)

## Coming Up

- Change in Japan's 4Q18 GDP growth (prior: -0.6% Q/Q, 0.09% Y/Y; consensus: 0.3% Q/Q, 1.2% Y/Y) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 8 (prior: 1.3mn barrels) will be announced today. (Source: Econoday)
- US jobless claims for the week ended February 9 (prior: 234K; consensus: 225K) will be announced tomorrow. (Source: Econoday)



## Contacts

### RESEARCH & ADVISORY

[Research&Advisory@FransiCapital.com.sa](mailto:Research&Advisory@FransiCapital.com.sa)

### SAUDI FRANSI CAPITAL

#### Call Centre

800-125-9999

#### Website

[www.sfc.sa](http://www.sfc.sa)

### SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

Licensed by the Capital Market Authority to conduct all securities business activities. license Number 11153-37

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

## Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not held responsible that the information in this report is complete or free from any error.

This report is not considered to be construed as, an offer or solicitation of an offer to buy or to sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor due to the investment in such kind of securities may not be suitable for all.